

Official Publication of the Paper Money Collectors of Michigan

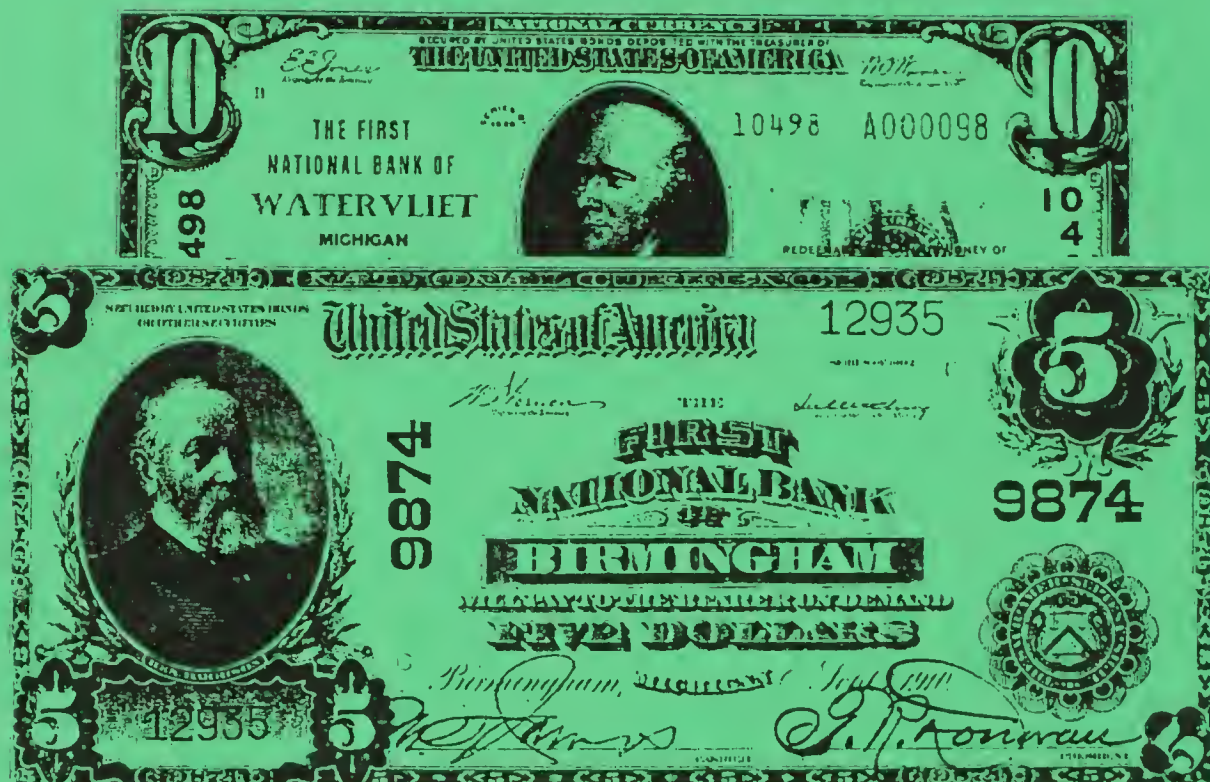
The Rag Picker

VOLUME XXXVII, NUMBER 2

APRIL, MAY, JUNE 2002



WANTED MICHIGAN



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Scrip, Depression, Ad-
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OFFICIAL PUBLICATION
OF THE
PAPER MONEY COLLECTORS OF MICHIGAN

Volume XXXV April-June 2002

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CLOSING DATES FOR COPY AND ADS -- The 15th of January, April, July and October. Address mail to the EDITOR.

2001 Membership dues, if not paid, are due now. Please remit promptly and direct all dues and business correspondence concerning PMCM to: Robert Thiel, PO Box 163, Victor NY 14565

ADVERTISING	1 ISSUE	4 ISSUES
BACK COVER	\$30.00	\$27.00 Each
INSIDE COVERS	27.00	24.50 "
FULL PAGE	22.50	20.00 "
1/2 PAGE	12.00	10.00 "
1/4 PAGE	6.50	5.00 "
1/8 PAGE	3.50	2.75 "

TREASURER'S REPORT BY ROBERT THIEL # 1686

FIDELITY INVESTMENTS

12-31-01 400.014 shares @ 48.77.....\$ 19,508.68
03-14-02 402.551 shares @ 50.39..... 20,284.54

SAVINGS ACCOUNT

02-16-02 Balance Canandaigua N.Bank..... 1,035.74
Dues 386.00
New member mailing 6.50
Ap-June Rag Picker 1,105.00
Bank Check charge 4.00
04-24-02 Balance Canandaigua Natl Bank \$288.58

04-24-02 59 members have not paid 2002 dues
23 new members have joined in 2002

DECEASED:

Richard O Kriss, Port Charlotte, FL October, 2001

NEW MEMBERS/REINSTATEMENTS

NAME	Location	#	Sponsor
D.Robortaccio	Hopewell Junctn NY	3487	F. Clark
P.Simpkins JR	New Castle, DEL	3488	F. Clark
Michael Peuler	Ephrata PA	3489	F. Clark
Perry Ulan	Las Vegas NV	3490	B. Thiel
Johnny Hinkle	Belington WV	3491	P Pollard
Gregory Deveau	Tonganoxie KS	3492	F. Clark
Gary Pheanis	Eldorado OH	3493	F. Clark
Bruce Tyson	Cape Coral FL	3494	B. Azpiazu
John Tittle	Ooltewah TN	3495	F. Clark
Kathy Lawrence	Mesquite TX	3496	F. Clark
Alice T Brady	E Northport NY	3497	B. Thiel
Chas. Galm	Perkiomenville PA	3498	B. Thiel

Editor's Notes: We're getting ready for Memphis again. I have two Wausau recruits to ride down with me to meet Wally and Joe somewhere in Illinois. Hope to see some of you there. I got to visit Bob McNeil of Dodgeville, WI and some other Rag Pickers at the NOW State Show at Iola, which also was a Krause Publication 50th Anniversary bash, as well. Paper continues to gather popularity...but what is surprising about that. We knew about it all the time.

President's Column:

Wally is on the go and will be sending in a column for the next issue that will bring us up to date on our Memphis experience. Also, word on when his new book on Michigan Paper Money will be out!



OUR COVER THIS ISSUE: This is a 2nd Issue ten cent note with an inverted "10" surcharge on the back. It is the most common of the inverts, if you can call 20+ notes common. There are multiples of this invert known. This example was illustrated in the 1977 Russell sale and the 1958 Burgett sale where it was catalog item # 855. In 1958 it sold for \$160. Because it is cut irregularly and the position and characteristics of the surcharges match perfectly, I am confident it is the same note. This note matches the article I have written for this issue on the Second Issue Fractional Currency Notes.

CLUB NEWS: The **Currency Club of Chester County** continues healthy. Their great newsletter is one of the reasons. Even if you can't make their meetings. I think you would get your dues worth just from Joyce Ann Aspen's club newsletter. Look for them at Memphis! My apologies to the **Currency Club of Long Island**. I didn't get their Paper Money Appraisal Fair info into the last issue. Hopefully they had a good turnout on May 11th, when they held the event at the Sayville Library...a great idea. The **SPMC** meeting at Memphis will feature a talk by Chet Krause and Cliff Mishler speaking on 50 years of collecting and publishing with Krause Publications...this will be a joint meeting with **Paper Money Collectors of Michigan** so there will be enough time for the presentation. It is an interesting and enjoyable reminiscence.

FREE CLASSIFIED'S

A History of Bermuda & It's Paper Money, 2nd edition. Is only \$50 to PMCM member...add your membership #. IBNS Book of the Year Award! Dr. Nelson Page Aspen 420 Owen Road, West Chester PA 19380-4321 PMCM# 1228.

WWII Defense Savings Bonds Series "E" Applications for sale. Treasury Dept. Form PDE 1686, \$3 postpaid. Frank Clark, PO Box 117060, Carrollton, TX 75011-7060. PMCM # 2104.

WANTED: \$1.00 Crisp Uncirculated 1928 to 2001 with the serial number ending with #25. Send your price wanted to: Allen Camacho, PMCM #2073, PO Box 42736, Tucson, AZ 85733-2736.

Join the Society of Paper Money Collectors, \$24 write F. Clark, PO Box 117060, Carrollton TX 75011.

Join the Fractional Currency Collectors Board: New membership \$15. \$22 with Simplified book on Fractionals, \$30 with simplified book plus Encyclopedia by Friedberg: Write Brandimore at my address in the front.

Top Dollar prices for \$1 FRNs in UNC. Need 1981 JD, 88F*. Also all blocks in 69C, 74, 77, 77A, 88 & 88A. Web notes all Block & Plate combos. 1988A & 95. Please call 917-270-7416 to discuss, thanks. Alex Delatola, PO Box 20718, NY, NY 10025.

Need(99)Zero start \$1 CU FRN:AF-BA-BE-BP-BQ-CB-DA-EC-EH-FB-FQ-FS-FT-IA-JB-KC-KI-KJ-LB-LD-LE.Ronald L.Dobbins, 745 Villa Rd #145, Springfield OH 45503.
(Note new address for Ron)

WANTED: New Collector seeking \$1 FRN's from Kansas City, J District. All years and blocks prior to 1999 in CU. Greg DeVeau, 21402 Hollingsworth Rd, Tonganoxie, KS 66086. PMCM# 3492/

Collector wanting to purchase NBN's from the FNB of St. Charles, MO, Charter #260. Large size and type 2 needed. Send info and price to cdickent@aol.com
Craig J Dickherber 1385 Hampton Road, St. Charles MO. PMCM# 3484

If you like paper money you will love stocks and bonds. Interesting historical and beautiful. Send \$1 for illustrated price lists of automobiles and aviation. Lawrence Falater, POB 81, Allen, MI 49227.

New 16th edition Friedberg US Currency Cat. Only \$19.95 (reg. \$38.75) when you purchase 3rd edition of Standard Guide to US Paper Money 1928-Date by Oakes & Schwartz for \$24.95 plus \$5 shipping. Total \$49.90. Joe Falater, POB 91, Allen, MI 49227.

Wanted: Michigan Nationals-Millington, Almont, Capac, Ewart, Flint, Greenville, Hart, Ithaca, Lapeer, Reed City, St. Johns, Traverse City and Yale. Email Ksfdaf@mill.tds.net or call 989-843-5247. Dan Freeland, POB 195, Mayville MI 48744.

Rare 1981 CU \$1FRN Dist A,Block H \$50.Rare 1981 CU FRN Dist D, Block H \$40. Rare 1985 CU FRN Dist I, Block D \$35. Herbert Glover, Box 8941, Trenton NJ 08650-0941. PMCM# 2179

Russian & World Bank Notes: Autographs, Certificates, Paper collectibles. Some US Obsolete Bank Notes, too. mykh_har@hotmail.com
Michael Haritonov, PO Box 1436, 40020 SUMY, UKRAINE

Wanted: Michigan sm size Nationals- Millington, L'Anse, Hubbell #13824, Gladstone 14111, \$100 type 2, Grand Rapids, and type 2's in general Wm Herzog PO Box 6038, Saginaw MI 48608. PMCM# 3137

Collector looking for Fractional F#1296 in circulated condition. Bill Brandimore 1009 Nina, Wausau WI 54403. (715)842-5015 after 6pm.

New List! US & Canadian circulated coins 1-5-10-25-50, Barber coinage by date & mint mark. Send \$1 for list plus free 1943 P WWII Steel Cent. Edward Hoffman, PO Box 6039-M, Elko NV 89802-6039

Wanted: Alabama Large Size National Bank Notes. Pay highest prices for scarce material. Email at hollande@hiway.net or call (256) 539-5891 David Hollander 406 Viduta Place, Huntsville, AL 35801

Wanted-One CU 1988A-IAFW. John C. Johnson, HC3 Box 593F, Payson AZ 85541. Email: buckshotdot@cybertrails.com PMCM#3124.

Editor's Note: Amend your Exchange list address for John. This is the correct address for him. The Exchange list is published every other issue. Look for it next issue.

Need \$1 CU FRN Blocks (any ending) 81-JD 85-BT-HE 88-BB-BE-GE-HB 88A-FB-LQ-LT- 93-JA. "22" endings: 63-BC-DB- 63A-lb 81-AE-JD 81A-AC-CB-FA-FC-JA 85-BD-BJ-CA-EA-EC-FP-GC-HE-IB-LB-LF-LH-LT-H* Will buy or trade. Jerry Jones, PO Box 174 Marion, IN 46952

Radars, "true" Radars. Repeaters, "true" Repeaters, 7 of a kind, consecutive Runs, Regular Quads & 2-digits matching serial #'s. Write or Email at: Rocket8774@aol.com Roger Kneece, PO Box 147 Indian Trail, NC 28079

Wanted: Upper Peninsula of Michigan Nationals, Obsoletes, Checks, Mining Scrip, Stocks, Tokens, etc. Anything UP. Write with descriptions & prices asked. Tim Larsen, 1111 Wilson Ave. Green Bay, WI 54303. Email: starrnote@juno.com PMCM#3113.

Wanted to buy: Wisconsin Nationals, especially if Kelly lists < than 10 known. Scarce WI Charters available for possible trades. Lg and Sm. Voice mail/FAX 608-553-5516 Email BobMc1@chorus.net Contact me anytime. Thank You! Bob McNeil, PO Box 301, Dodgeville, WI 53533.

Interested in purchasing any notes with SN containing only "0"'s & "2"'s Robert W McGowan III PA. 909 E Court St, Janesville, WI 53545

Wanted \$5 Natl Bank Note Raymondville, TX Charter 13789. Ralph Osborn, 380 Concord St. Vidor, TX 6002. PMCM #95

Buying \$1 "CU": 1988A IA/FW FRN's. 1974 CD & EG with ending #38. 1999 H*, F*, F*/FW, EH, FL, FK/FW, KJ/FW, IA/FW, LD/FW FRN's. Joe R. Ramos, 1929 Millis St. Montebello, CA 90640-4533

Wanted-ChCu Silver Certificates by Block. \$1/\$5/\$10 What do you have for sale and at what price? Email luckyee@cyburban.com Leon Silverman, 237 Mammaronneck Avenue, White Plains, NY 10605.

Wanted: 1929 National, either type for Atlanta, NY Charter # 12071 and Greenwood, NY #8058 in Steuben County. Please send picture, grade and price. James Silliman, 7456 State Route 54, Bath, NY 14810

WEB Notes: Buying and Trading. Send serial numbers, block, plate combination and price list. E-mail at taxman415@954access.net Scott Simpson, 7180 SW 6th Street, Plantation FL 33317. PMCM#3321

Hughes' book on Kentucky obsolete notes \$45 plus shipping, Harris' brand new book on New York State Scrip and Private Issues \$39 plus shipping. Shipping \$5 for first book, \$1 each for additional books, Send large SASE for List of 30+ books on obsolete notes and Nationals. (330)456-8519, grg@aol.com George Springer 2427 Ninth Street SW, Canton OH 44710-1806. PMCM#2094

Need \$, 1999 FRN Blocks in CU w/ #50 end, BJ-D*-FU (dc)-FS(fw)F*-G*-JB-LD(fw)&IA. Russell J. Stover 158 Peach Valley Dr. San Antonio TX 78227-4552.

Wanted: New Hampshire Nationals, especially if Kelly lists <10 reported. Large and Small. Send photocopies with net price. Email dsundman@littletoncoin.com David Sundman C/O LCC 1309 Mt Eustis RD, Littleton, NH 03561-3735.

Better Southeast Minnesota, Wisconsin and Northeast Iowa banknotes wanted. Also interested in obsoletes and large types. Jerry Swanson, PO Box 565, Rochester MN 55903 PMCM#3031

Catalogue #94 Over 800 Type and Scarce SC's, USN's, GC's, Hawaii, North Africa, Experimentals, many Errors, Stars, FRN's, Large Currency, Large and Small Nationals. Please send \$3. Graeme Ton, Jr. 203 47th Street, Gulfport, MS 39507. PMCM# 1593.

Need 1999 series \$1 CH CU with end numbers of H00, any District "7000." Need also, Gxxxxxx900E Richard Wilcox, 10245 Kempwood Dr #143, Houston TX 77043.

WANTED:Ohio NBN's Bowling Green, Mendon, Kalida,
 Leipsic, Pittsburg, Bradford, Baltimore,
 Loudonville, Butler, West Liberty Millersburg,
 Elmore, Buckeye City. Any scarce Ohio. Want
 Lowell, MI NBN. Lowell Yoder, POB 444, Holland OH

BEP Report
FEB 2002

\$1	2001	C00 000 001A	C76 800 000A	76,800,000
		F38 400 001B	F96 000 000B	57,600,000
		F00 000 001C	F19 200 000C	19,200,000
fw		K00 000 001A	K96 000 000A	96,000,000
fw		K00 000 001B	K06 400 000B	6,400,000
fw		L32 000 001B	L83 200 000B	51,200,000

\$5fw	1999	BA64 000 001A	BA96 000 000A	32,000,000
fw		BA00 000 001B	BA06 400 000B	6,400,000
fw		BB76 800 001B	BB96 000 000B	19,200,000
fw		BB00 000 001C	BB44 800 000C	44,800,000
fw		BC00 000 001B	BC51 200 000B	51,200,000

\$20	2001	CB00 000 001A	CB25 600 000A	25,600,000
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\$100	1999	BB54 400 001B	BB64 000 000B	9,600,000
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STARS

\$1	2001	C12 800 001*	C16 000 000*	320,000
fw	1999	K03 200 001*	K06 400 000*	3,200,000
fw		L06 400 001*	L09 600 000*	3,200,000

\$20	2001	CB00 000 001*	CB00 320 000*	320,000
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U.S. Fractional Currency, Part 2 of 4
by William Brandimore

Background: Fractional Currency was issued in an attempt to cope with shortages in specie due to widespread hoarding of coins when the Civil War began. Counterfeiting of these paper notes...something that hadn't really been planned on...led to five different issues of this diminutive paper money, as the Treasury struggled to provide "small change" for the nation. See the illustrations for some rather crude efforts in this direction.

The Second Issue features additional color and some quite detailed engraving of period transportation. All 4 denominations, 5, 10, 25 and 50 cent values feature George Washington centered above a beehive harbor scene featuring the unloading of several steamships, while teamsters are in the process of loading or off loading horse and wagon rigs and a steam locomotive waits in the background.

Collectors strive to find these notes well centered and "bright" ... not an easy task. They are quite attractive when found, "as new." They are quite unappealing when found well used.

All notes are a rather drab Gray on the Face. The 5 cent note is a light brown on the back, the 10 cent green, the 25 cent a violet/purple shade(s) and the 50 center features a carmine or red back.

These notes were printed between October 10, 1863 and February 23, 1867.

An anti-counterfeiting device was included in this printing and helped create some of the many varieties that make fractional collecting so challenging! Washington is enclosed on the face of

the note in a thick oval of bronze powder. In original condition this bronzing is quite bright. The oval was applied by sprinkling bronze powder on the printed sheets after seizing (glue) was "printed on the sheets. The excess was shaken or blown off and the remaining powder framed Washington in quite a dramatic fashion. In addition, the backs were overprinted with a large numeral matching the denomination of the note. When the sheets were fed in incorrectly, inverted overprints occurred. They are quite dramatic and noticeable. One graces the cover of this issue of the Rag Picker... a ten center. All the inverted overprints are quite scarce. On even rarer occasions, the wrong denomination or a mismatched back plate was utilized. These are very rare!

In addition to the denomination, other "surcharges" also appear on the backs of the notes. Such as "18-63" and a variety of letters. These letters identified the notes (apparently) for Treasury officials...as the government was printing this issue completely in house and wanted to keep track of how the various papers, and inks weathered. There are no less than 20 different surcharge varieties for the 4 denominations, combined, in addition to the notes that had no surcharges beyond George's oval and the large numeral.

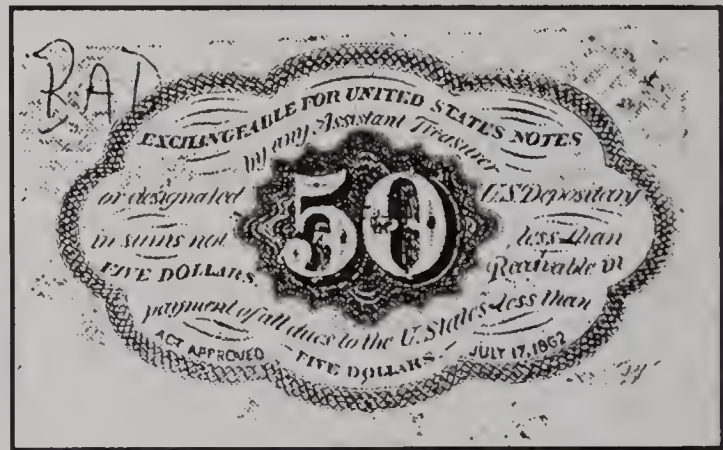
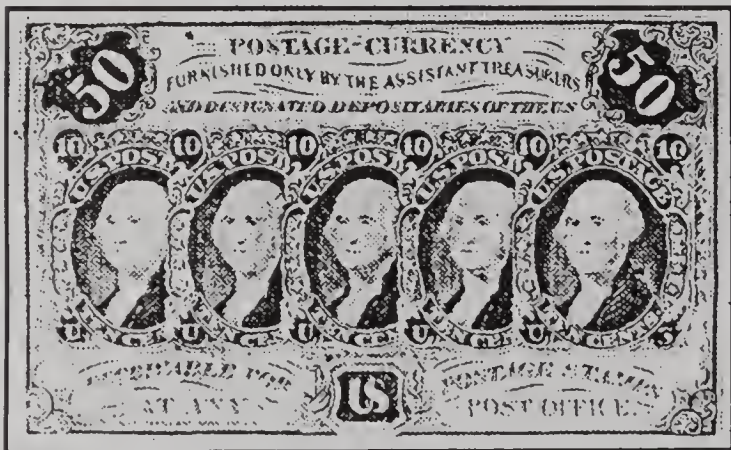
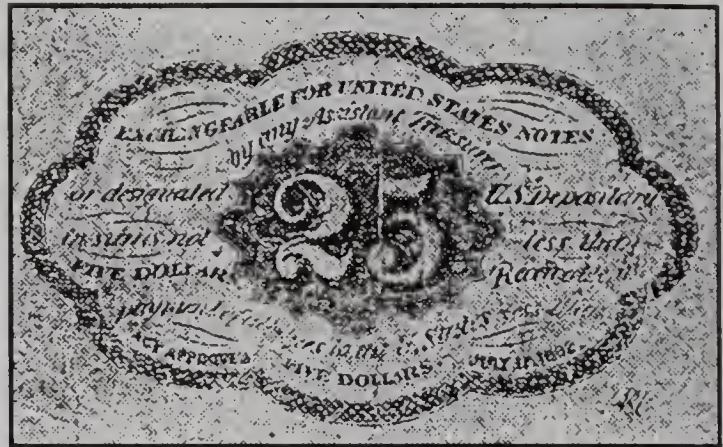
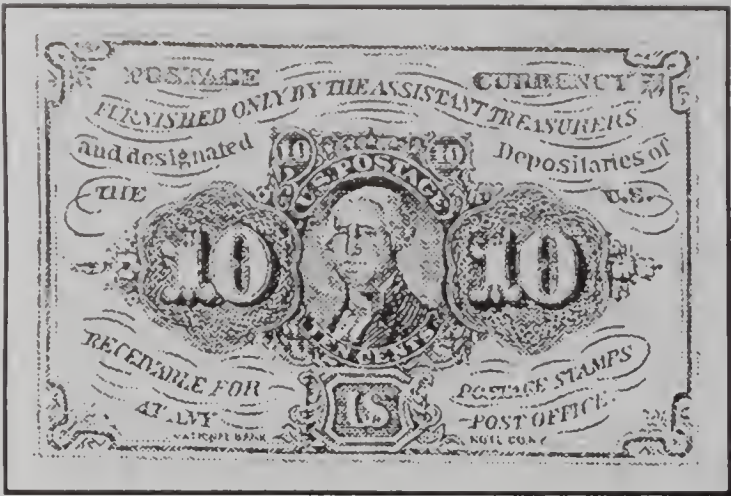
Another aspect of the testing that was going on involved attempts to print the notes "dry" rather than "wet." Printers knew that they could get better impressions with less pressure if the paper was wet. This however, then involved the process of drying the notes in between the various printing steps. This took a long time and a War was on.

Working with a chemist, Dr. Gwinn, efforts were made to utilize the "Fiber" or membrane paper that

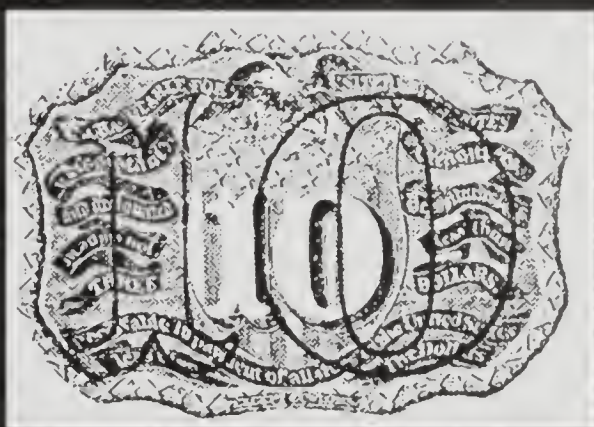
he had developed. It was possible to print this paper "dry." With the dry process, however, The backs and faces needed to be printed as separate sheets and glued together on completion. It didn't work particularly well. The presses needed to bring too much pressure to bear and broke down frequently. The experiment did, however, provide some fascinating "fiber paper varieties" for collectors to pursue down to the present day.

Jealousy and politics were even more in evidence then than they are today and Dr. Gwinn was actually placed in prison at one time and a heavy cloud of concern was unfairly placed on Spencer Clark, the first Superintendent of the National Currency Bureau (forerunner to the BEP), as well. Although it all turned out all right in the end...but that is a story for part three which I shall relate to you in the July-September issue in part three of this series!

Look for the Illustrations to this article on the following pages!



First Issue notes of the Postage Currency (Fractional Currency) were rapidly counterfeited, making design changes an important tactic. Only one five cent counterfeit First Issue note is known. Ten centers are from an old hoard and fairly common. Twenty-five and fifty centers less common.



Fractional Currency Second Issue Notes. A Face of the five cent denomination and the backs of the five, ten , twenty-five and fifty cent denominations, with and without small surcharges...all having the large denomination surcharge. From the Author's collection

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 30 Years experience, I deal only in small size. No nationals, obsoletes, etc.

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 Ladders 1**2345678** 23456789
 Single Dign Low Numbers 00000001 – 00000009
 Double Dign Low Numbers 00000010 – 00000100
 Even 10 Million #**5** 10000000 – 90000000
 Major Error Notes
 Rare Star Notes

Also need the following \$1 Stars ChCU or better

1969	A*, B*, C*, D*, E*, F*, G*, I*, J*, K*, L*	1977-A	C*, F*, G*
1969-A	C*, D*, J*	1981	C*, D*
1969-B	E*, G*, L*	1981-A	G*, K* (\$300)
1969-C	D*, E*, L*	1985	H* (\$300)
1969-D	A*, B*, C*, D*, E*, F*, G*, J*, K*, L*	1988	F* (\$300)
1974	A*, B*, C*, D*, E*, G*, I*, J*, K*, L*	1995	K*
1977	A*, B*, C*	1999	F*

What can you offer?

